

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 2903 - SB 3117

February 2, 2012

SUMMARY OF BILL: Authorizes a 1,000-acre commercially owned marina, resort and recreational facility bordered by a lake in Claiborne County to sell alcoholic beverages for on-premises consumption.

ESTIMATED FISCAL IMPACT:

**Increase State Revenue - \$300/One-Time/ABC Fund
\$2,000/Recurring/ABC Fund
Not Significant/Recurring/General Fund
Increase State Expenditures – Not Significant**

**Increase Local Revenue - \$100/Recurring/Permissive
Increase Local Expenditures – Not Significant**

Assumptions:

- This bill only applies to one establishment in Claiborne County.
- The location described in the proposed legislation is not located within the boundaries of any municipality. Therefore, no municipal tax applies.
- There is a \$300 initial application fee and a \$2,000 annual renewal fee to the state Alcohol Beverage Commission (ABC) Fund.
- No additional personnel or resources will be required by the ABC.
- Local privilege tax is \$100 annually. Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- The entity will be assessed a state sales tax on alcoholic beverage sales, a 15 percent liquor-by-the-drink tax on each alcoholic beverage sold. These taxes will not have a significant state sales impact. Claiborne County does not impose a liquor-by-the-drink tax.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise". The signature is fluid and cursive, with the first name "Lucian" written in a larger, more prominent script than the last name "Geise".

Lucian D. Geise, Executive Director

/jdb